

**Ogeechee-Canoochee Riverkeeper, Inc.**

**Review of Financial Statements**

**December 31, 2019**

DRAFT

## Independent Auditor's Report

To the Board of Directors of  
Ogeechee-Canoochee Riverkeeper

I have reviewed the accompanying statement of financial position of Ogeechee-Canoochee Riverkeeper as of December 31, 2019 and the related statements of activity and functional expenses and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

My responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require me to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. I believe that the results of my procedures provide a reasonable basis for my report.

### Opinion

Based on my review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

*J. Lunsford CPA*

January 28, 2021

# Ogeechee-Canoochee Riverkeeper, Inc.

## Statement of Financial Position December 31, 2019

*The Accompanying Notes are an Integral Part of These Financial Statements*

---

<b>Assets</b>	
Cash and Cash Equivalents	\$ 159,963
Investments	1,204,674
Building, net of accumulated depreciation of \$5,324	47,133
Other Assets	<u>325</u>
<b>Total Assets</b>	<b><u>1,412,095</u></b>

---

<b>Liabilities</b>	
Note Payable	\$ 37,257
<b>Total Liabilities</b>	<b><u>37,257</u></b>

---

<b>Net Assets</b>	
Without Donor Restrictions	1,248,436
With Donor Restrictions	<u>126,402</u>
<b>Total Net Assets</b>	<b><u>1,374,838</u></b>

  

<b>Total Liabilities and Net Assets</b>	<b><u>\$ 1,412,095</u></b>
-----------------------------------------	----------------------------

---

# Ogeechee-Canoochee Riverkeeper, Inc.

## Statement of Activity For the Year Ended December 31, 2019

The Accompanying Notes are an Integral Part of These Financial Statements

	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenues, Gains and Other Support</b>			
Support			
Contributions	\$ 150,881	\$ 26,453	\$ 177,334
<b>Total Support</b>	<b>150,881</b>	<b>26,453</b>	<b>177,334</b>
Program Fees	-	8,500	8,500
Services	660	-	660
Investment Return	33,451	-	33,451
Gain on Investments	56,659	-	56,659
Other Income	3,517	-	3,517
Sale of Merchandise	100	-	100
<b>Other Revenues and Gains</b>	<b>94,387</b>	<b>8,500</b>	<b>102,887</b>
Support Provided by Expiring Time and Purpose Restrictions	43,304	(43,304)	-
<b>Total Revenues, Gains and Other Support</b>	<b>288,572</b>	<b>(8,351)</b>	<b>280,221</b>
<b>Expenses</b>			
Program Services	134,088	-	134,088
<b>Total Program Services</b>	<b>134,088</b>	<b>-</b>	<b>134,088</b>
Management and General	64,394	-	64,394
Fundraising	10,480	-	10,480
<b>Total Expenses</b>	<b>208,962</b>	<b>-</b>	<b>208,962</b>
<b>Change in Net Assets</b>	<b>79,610</b>	<b>(8,351)</b>	<b>71,259</b>

# Ogeechee-Canoochee Riverkeeper, Inc.

## Statement of Functional Expense For the Year Ended December 31, 2019

*The Accompanying Notes are an Integral Part of These Financial Statements*

	Program Services	Management & General	Fundraising	Total
Other Salaries & Wages	57,892	21,398	9,735	89,025
Program Expense	35,906	-	-	35,906
Miscellaneous	-	18,232	-	18,232
Investment Management Fee	-	11,613	-	11,613
All Other Expenses	6,276	4,493	-	10,769
Office Expense	6,956	-	-	6,956
Payroll Taxes	4,400	1,625	745	6,770
Events	6,283	-	-	6,283
Restricted Expense	5,532	-	-	5,532
Insurance	-	5,079	-	5,079
Information Technology	4,144	-	-	4,144
Travel	2,009	-	-	2,009
Interest	-	1,954	-	1,954
Conferences, Conventions, Meetings	1,768	-	-	1,768
Occupancy	1,577	-	-	1,577
Depreciation Expense	1,345	-	-	1,345
	<b>\$ 134,088</b>	<b>\$ 64,394</b>	<b>\$ 10,480</b>	<b>\$ 208,962</b>

# Ogeechee-Canoochee Riverkeeper, Inc.

## Statement of Cash Flows For the Year Ended December 31, 2019

*The Accompanying Notes are an Integral Part of These Financial Statements*

---

### Operating Activities:

#### Cash Inflows for Operations:

Contributions	\$	177,334
Program Fees		8,500
Services		660
Investment Return		33,451
Other Income		3,517
Sale of Merchandise		100

#### Cash Outflows for Operations:

Payments for Salaries, Benefits, and Payroll Taxes		(95,795)
Payments to Vendors		(207,617)

---

<b>Net Cash Provided by Operating Activities</b>		<b>(79,850)</b>
--------------------------------------------------	--	-----------------

---

### Investing Activities:

Proceeds from Sale of Investments		656,288
Purchase of Investments		(587,495)

---

<b>Net Cash Used by Investing Activities</b>		<b>68,793</b>
----------------------------------------------	--	---------------

---

Change in Cash and Cash Equivalents		<b>(11,057)</b>
Cash and Cash Equivalents at Beginning of Year		171,020

---

<b>Cash and Cash Equivalents at End of Year</b>	<b>\$</b>	<b>159,963</b>
-------------------------------------------------	-----------	----------------

---

---

# Ogeechee-Canoochee Riverkeeper, Inc.

## Notes to Financial Statements

December 31, 2019

---

### Note 1: Description of Organization

The Ogeechee-Canoochee Riverkeeper, Inc. (the Organization) was formed in 2004 from the merger of two organizations, Canoochee Riverkeeper and Friends of the Ogeechee River. The Organization's mission is to provide public education and water quality monitoring for the Ogeechee and Canoochee Rivers.

### Note 2: Summary of Significant Accounting Policies

The significant accounting and reporting policies used by the organization are described subsequently to enhance the usefulness and understandability of the financial statements.

#### ***Basis of Accounting***

The Organization prepares its financial statements in accordance with generally accepted accounting principles promulgated in the United States of America (U.S. GAAP) for not-for-profit entities.

#### ***Use of Estimates***

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses during the reporting period and the reported amounts of assets and liabilities at the date of the financial statements. On an ongoing basis, the organization's management evaluates the estimates and assumptions based upon historical experience and various other factors and circumstances. The organization's management believes that the estimates and assumptions are reasonable in the circumstances; however, the actual results could differ from those estimates.

#### ***Net Assets***

The financial statements report net assets and changes in net assets in two classes that are based upon the existence or absence of restrictions on use, that are placed by its donors, as follows:

#### ***Net Assets Without Donor Restrictions***

Net assets without donor restrictions are resources available to support operations. The only limits on the use of these assets are the broad limits resulting for the nature of the organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

#### ***Net Assets With Donor Restrictions***

Net assets with donor restrictions are resources that are restricted by a donor for use for a particular purpose or in a particular future period. Some donor-imposed restrictions are temporary in nature, and the restriction will expire when the resources are used in accordance with the donor's instructions or when the stipulated time has passed. Other donor-imposed restrictions are perpetual in nature; the organization must continue to use the resources in accordance with the donor's instructions.

# Ogeechee-Canoochee Riverkeeper, Inc.

## Notes to Financial Statements December 31, 2019

---

### Note 2: Summary of Significant Accounting Policies - continued

The organization's unspent contributions are included in this class if the donor limited their use.

When a donor's restriction is satisfied, either by using the resources in the manner specified by the donor or by the passage of time, the expiration of the restriction is reported in the financial statements by reclassifying the net assets from net assets with donor restrictions to net assets without donor restrictions.

#### ***Classification of Transactions***

All revenues and net gains are reported as increases in net assets without donor restrictions in the statement of activities unless the donor specified the use of related resources for a particular purpose or in a future period. All expenses and net losses are reported as decreases in net assets without donor restrictions.

#### ***Donated Services***

The Organization has numerous unpaid volunteers. The value of the services provided by these volunteers has not been determined or recognized in these financial statements since the criteria for recognition under ASC No. 958 have not been met.

#### ***Cash and Cash Equivalents***

Cash and cash equivalents include cash and highly liquid investments that are readily convertible into cash and have a maturity of ninety days or less when purchased. At times, cash and cash equivalents may exceed federally insured amounts. The Organization believes that it mitigates risks by depositing cash and investing in cash equivalents with major financial institutions.

#### ***Buildings***

Buildings are recorded at cost and depreciated over the estimated useful life of 39 years using the straight-line method. Depreciation expense for the year ended December 31, 2019 totaled \$1,345.

#### ***Revenue Recognition and Expenses***

Contributions are recorded in the year they are received or pledged. Program services include expenses incurred in line with the purpose of the Organization.

#### ***Income Taxes***

The Organization is a not-for-profit organization that is exempt from income taxes under section 501(c)(3) of the Internal Revenue Code (the Code). The Organization had no significant unrelated business taxable income during 2019. Accordingly, no provision or benefit for income taxes has been recorded in the accompanying financial statements

The Organization applies the provisions of accounting standards for income taxes. These standards require that a tax position be recognized or derecognized based on a 'more-likely-than-not' threshold. This applies to positions taken or expected to be taken in a tax return. The Organization does not believe its financial statements include any material uncertain tax positions and is no longer subject to Federal or State income tax examination by tax authorities for years prior to 2016.

# Ogeechee-Canoochee Riverkeeper, Inc.

## Notes to Financial Statements December 31, 2019

---

### Note 3: Liquidity and Availability

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of December 31, 2019 are:

Financial assets:	
Cash and cash equivalents	\$ 159,963
Investments	1,204,674
<hr/>	
Total financial assets	1,364,637
Less financial assets held to meet donor-imposed restrictions	126,402
<hr/>	
<b>Amount available for general expenditures within one year</b>	<b>\$ 1,491,039</b>

### Note 4: Commitments and Contingencies

Certain grants and contracts often require the fulfillment of certain conditions as set forth in the instrument or agreement. Failure to fulfill the conditions could result in the return of funds to the grantors. Although the return of funds is a possibility, management of The Organization deems the contingency to be unlikely. The grants and contracts are subject to audit by the grantor. They have the authority to determine liabilities or limits or suspend participation in the various sponsored programs.

### Note 5: Temporarily Restricted Net Assets

Net assets with donor restrictions

Purpose	Amount
Milliken	\$ 126,402
	<hr/>
	\$ 126,402

### Note 6: Subsequent Events

The Organization has evaluated subsequent events through January 28, 2021 which is the date the financial statements were prepared. No subsequent events were identified that required adjustment to or disclosure within the financial statements.

# Ogeechee-Canoochee Riverkeeper, Inc.

## Notes to Financial Statements December 31, 2019

---

### Note 7: Fair Value Measurements

The Organization reports its fair value measures using a three-level hierarchy that prioritizes the inputs used to measure fair value. This hierarchy, established by GAAP, requires that entities maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The three levels of inputs used are

Level 1 - Quoted prices for identical assets or liabilities in active markets to which the organization has access at the measurement date.

Level 2 - Inputs other than quoted market prices included in level 1 that are observable for the asset or liability, either directly, or indirectly.

Level 2 inputs include:

- quoted prices for similar assets or liabilities in active markets
- quoted prices for identical or similar assets in markets that are not active
- observable inputs other than quoted prices for the asset or liability (for example, interest rates and yield curves); and
- inputs derived principally from, or corroborated by, observable market data by correlation or by other means

Level 3 - Unobservable inputs for the asset or liability. These should be used to measure the fair value to the extent that observable inputs are unavailable.

When available, the Organization measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. However, level 1 inputs are not available for all of the assets and liabilities that the Organization may be required to measure fair value (for example, in-kind contributions).

### Note 8: Investments

Investments are comprised of equity securities, mutual funds and bond funds with readily determinable market values and are carried at their fair market value in the statement of financial position. Unrealized gains and losses are included in the statement of activities.

Investments are summarized as follows:

	December 31, 2019	
	Cost	Fair Value
Cash Equivalents	\$ 260,806	\$ 260,806
Equity	373,164	467,178
Fixed	167,361	173,726
Mutual Fund	278,409	302,964
	<u>\$ 1,079,740.00</u>	<u>\$ 1,204,674.00</u>

Realized/Unrealized gain on investments at December 31, 2019 consists of the following:

Realized Gain	\$ 24,774
Unrealized Gain	31,885
	<u>\$ 56,659</u>

End of Footnotes